GOVERNMENT OF INDIA
PETROLEUM AND NATURAL GAS
LOK SABHA

UNSTARRED QUESTION NO:4043
ANSWERED ON:18.04.2002
MANGALORE REFINERIES AND PETROCHEMICALS LTD. MRPL
PATY RIPPLE KYNDIAH

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether the Mangalore Refineries and Petrochemicals Ltd. (MRPL) requires an infusion of Rs.800 crores for its survival;

(b) if so, the details thereof; and

(c) the action taken by the Government to make it viable?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF PETROLEUM & NATURAL GAS AND MINISTER OF STATE IN THE MI OF PARLIAMENTARY AFFAIRS(SHRI SANTOSH KUMAR GANGWAR)

(a) & (b) M/s Lazard India Limited, appointed by Mangalore Refinery & Petrochemicals Limited (MRPL) for advising them on financia restructuring of the company, have advised MRPL that infusion of funds in the region of Rs.1000 - 1500 crore is required for financial restructuring of MRPL.

(c) Hindustan Petroleum Corporation Limited (HPCL) and A.V. Birla group (ABG) are co-promoters of MRPL. HPCL has conveyed it in-principle concurrence to the proposal of MRPL for a financial restructuring in which apart from infusion of funds by a prospective investor, writing down of the equity holding of the promoters, renegotiation of the terms & conditions of loans by the Financial Institutions are proposed.